



Gloria Molina First District

Second District Zev Yaroslavsky

Third District

Don Knahe

Fifth District

Fourth District
Michael D. Antonovich

Mark Ridley-Thomas

**BOARD OF SUPERVISORS** 

JONATHAN E. FIELDING, M.D., M.P.H. Director and Health Officer

JONATHAN E. FREEDMAN

Chief Deputy Director

313 North Figueroa Street, Room 806 Los Angeles, California 90012 TEL (213) 240-8117• FAX (213) 975-1273 www.publichealth.lacounty.gov

January 19, 2012

TO:

Each Supervisor

FROM:

Director and Health Officer

SUBJECT:

NOTIFICATION OF THE USE OF DELEGATED AUTHORITY TO AMEND CONTRACT NUMBER PH-000508 WITH RENEW INTEGRATED PROGRAM-2,

INC. FOR THE PROVISION OF DRUG/MEDI-CAL SERVICES

This is to notify you that I am exercising the delegated authority approved by your Board on June 10, 2008, to increase or decrease contract obligations for all Drug/Medi-Cal (DMC) agreements, following notification to County Counsel, the Chief Executive Office, and your Board.

Pursuant to the federal ruling of <u>Sobky v. Smoley</u> and State legislation, counties are required to enter into agreements with all State-certified DMC service providers who request service contracts and demonstrate the ability to comply with all local requirements. Moreover, when these agencies request additional funds necessary to provide services to persons eligible for DMC program services, counties are required to amend the DMC agreements to reflect the additional services and funding. Under the federal ruling, counties have no basis to deny reimbursement for services if the contractor is in full compliance with contractual requirements.

Under the delegated authority referenced above, I will execute an amendment to the DMC Agreement Number PH-000508 with Renew Integrated Program-2, Inc. (RIP) to increase the funding by \$61,536, increasing the annual obligation from \$400,000 to \$461,536, to provide Day Care Habilitative Services for the term of July 1, 2010 through June 30, 2011; 100 percent offset by federal and State funds.

On June 7, 2011, your Board approved the renewal of this agreement with RIP for an additional three years, effective July 1, 2011 through June 30, 2014.

County Counsel has reviewed and approved the amendment as to form and this delegated authority action.

If you have any questions or need additional information, please let me know.

JEF: jlm #02105

c: Chief Executive Officer
County Counsel
Executive Officer, Board of Supervisors